

**MINUTES OF REGULAR MEETING  
OPEN SESSION  
May 18 and 19, 2010  
ILLINOIS GAMING BOARD  
ROCK ISLAND, ILLINOIS**

NOTE: ITEMS IN **BOLDFACE PRINT** REFLECT OFFICIAL BOARD ACTIONS

On Tuesday, May 18, 2010 a Regular Meeting of the Illinois Gaming Board ("Board") was held in the conference room of Jumer's Casino Rock Island in Rock Island, Illinois.

On Tuesday, May 18, 2010 at approximately 10:40 A.M. the following Board Members were present: Chairman Jaffe, Members Charles Gardner, Eugene Winkler, Joseph Moore and James Sullivan. At 11:05 a.m. on Tuesday, May 18, 2010, Chairman Jaffe called the meeting to order. Pursuant to Section 2(c), paragraphs (1), (11), (14) and (21) of the Open Meetings Act and Section 6(d) of the Riverboat Gambling Act, Member Gardner moved that **the Board retire to Closed Session to discuss the items listed under Closed Session on today's agenda and relating to the following subject matters:**

1. **Personnel matters;**
2. **Investigations concerning applicants and licensees; and**
3. **Closed session minutes.**

Member Sullivan seconded the motion. The Board approved the motion unanimously by voice vote. The Board recessed at 11:35 A.M and reconvene into Closed Session at 12:05 P.M. At 3:30 P.M. Member Winkler moved to go into Open Session in order to tour the gaming operation of Jumer's Casino.

On Wednesday, May 19, 2010 the Closed Session reconvened at 9:13 a.m. Present were the following Board Members: Chairman Jaffe, Members Charles Gardner, Eugene Winkler, James Sullivan and Joseph Moore.

The Board remained in Closed Session until approximately 9:27 a.m. The Board recessed and then went into open session at 10:05 a.m. Chairman Jaffe, Members Charles Gardner, Eugene Winkler, James Sullivan and Joseph Moore were present.

**APPROVAL OF MINUTES**

Member Gardner moved that **the board approve the open session minutes of its Regular Meeting of April 14, 2010.** Member Moore seconded the motion. The Board approved the motion unanimously by roll call.

**CHAIRMAN'S COMMENTS** –

Commended the staff of Rock Island on a great facility.

Member Gardner also commended the Rock Island staff on a great facility.  
Member Winkler also commended the staff of Rock Island for a job well done.

### **ADMINISTRATOR'S COMMENTS -**

Administrator Ostrowski commended the staff of Rock Island on a job well done. Admissions doubled and AGR has also doubled. Rock Island is the first casino in Illinois to go live with cashless account based wagering. The Administrator went on to introduce the Gaming Board staff.

### **BOARD POLICY ITEMS**

- Riverboat Gambling
  - Rule 3000.100 – Definition of Supplier – First Notice Filing

Member Moore moved that **the Board authorize staff to submit proposed revisions to Section 3000.100 of the Adopted Rules for First Notice Filing with the Secretary of State upon final review and approval of the Administrator.** Member Sullivan seconded the motion. The Board approved the motion unanimously by roll call.

- Rule 3000.200 – Classification of Licenses – First Notice Filing

Member Moore moved that **the Board authorize staff to submit proposed revisions to Section 3000.200 of the Adopted Rules for First Notice Filing with the Secretary of State upon final review and approval of the Administrator.** Member Sullivan seconded the motion. The Board approved the motion unanimously by roll call.

- Rule 3000.222 – Identification and Requirements of Key Persons – First Notice Filing

Member Moore moved **that the Board authorize staff to submit proposed revisions to Section 3000.222 of the Adopted Rules for First Notice Filing with the Secretary of State upon final review and approval of the Administrator.** Member Sullivan seconded the motion. The Board approved the motion unanimously by roll call.

### **PUBLIC COMMENTARY –**

Dennis Pauley, Mayor of Rock Island –

Mayor Pauley addressed the Board staff and commended the facility and staff of Jumer's Casino Rock Island. The Mayor stated that Jumer's Casino has done an abundance for the community

of Rock Island. Gaming revenue has become a pivotal part in the capital improvement of Rock Island.

Ray Hamilton, President of Vietnam Veterans of America Chapter 299 –

Mr. Hamilton addressed the Board and staff. A special project is underway in which the Chapter is involved and is recognizing John Baker a veteran from the City of Rock Island. A bridge in the City of Rock Island is named after John Baker. Jumer's Casino has arranged for a formal tribute to John Baker and the past and present veterans of Rock Island. A monument was erected and Jumer's sponsored the project. For the cost of the monument, Jumer's donated \$10,000 for the project and donated a piece of property on the front lawn of the casino for the monument to rest.

### **OWNER LICENSEE ITEMS**

- Items for Initial Consideration –

- MGM –MGM Mirage's request to allow Nevada Landing Partnership as a Subsidiary Guarantor on Certain Debt

Paul Jenson appeared before the Board.

- Items for Final Action

- The Rock Island Boatworks, Inc. – Brian P. Wicks, Table Games Manager, Level 1

Based on staff's investigation and recommendation, Member Sullivan moved that **the Board approve Brian P. Wicks as an Occupational Licensee Level 1 in the position of Table Games Manager for The Rock Island Boatworks, Inc. d/b/a Jumer's Casino and Hotel in Rock Island, Illinois.** Member Winkler seconded the motion. The Board approved the motion unanimously by roll call.

- Penn National Gaming – FIF V PFD LLC, Key Person

Paul Jenson of Shefsky Froelich who represents Penn National and Martha Sabol who represents FIF V PFD LLC appeared before the Board.

Based on a review of staff's investigation and recommendation, Member Sullivan moved that **the Board approve FIF V PFD LLC as a Key Person/Entity for Hollywood Casino Aurora, Inc., Empress Casino Joliet Corporation and Argosy Alton Belle Casino in its position as holder of 78% of the non-voting Series B Preferred Stock in Penn National Gaming, Inc.** Member Sullivan seconded the motion. The Board approved the motion unanimously by roll call.

The Administrator stated that Western Money Systems was on the agenda but action will be deferred at a later date as staff learned that Western Money Systems is being acquired by Global

Cash Access and additional investigation must be completed. General Counsel Fries stated that their license will continue by operation of law and that this is not something unusual.

### **OCCUPATIONAL LICENSES APPROVALS & DENIALS – LEVEL 2s & 3s**

Based on staff's investigation and recommendation, Member Winkler moved **that the Board approve 42 applications for an Occupational License, Level 2, and 87 applications for an Occupational License, Level 3.**

Further, Member Winkler moved **that the Board direct the Administrator to issue a Notice of Denial to the following individuals who received notice that staff intended to recommend denial and either did not respond or provide additional information to rebut the recommendation.**

#### **1. Cara Diane Arnold**

Member Sullivan seconded the motion. The Board approved the motion unanimously by roll call.

### **PROPOSED COMPLAINT AND DISCIPLINARY ACTION**

- **Ingred L. Willis – Occupational Licensee**

Based on staff's investigation and recommendation, Member Gardner moved that **the Board issue a Disciplinary Complaint against Ingred L. Willis, an occupational licensee, for failure to disclose all material changes in information to the Board.**

Further, Member Gardner moved that **the Board suspend Ingred L. Willis' occupational license for 10 work days without pay. Said action to take effect twenty-one (21) days from the date of service of the complaint unless the licensee files an Answer within that time period.** Member Winkler seconded the motion. The Board approved the motion unanimously by roll call.

- **Scott C. Crandall – Occupational Licensee**

Based on staff's investigation and recommendation, Member Moore moved **that the Board issue a Disciplinary Complaint against Scott C. Crandall, an occupational licensee, for failure to disclose all material changes in information to the Board.**

Further, Member Sullivan moved **that the Board suspend Kevin Eggleston's occupational license for 14 work days without pay. Said action to take effect twenty-one (21) days from the date of service of the complaint unless the licensee**

**files an Answer within that time period.** Member Gardner seconded the motion. The Board approved the motion unanimously by roll call.

- Sherman E. Campbell – Occupational Licensee

Based on staff's investigation and recommendation, Member Sullivan moved that **the Board issue a Disciplinary Complaint against Sherman E. Campbell, an occupational licensee, due to his felony conviction.**

Further, Member Sullivan moved that **the Board revoke Sherman E. Campbell's occupational license. Said action to take effect twenty-one (21) days from the date of service of the complaint unless the licensee files an Answer within that time period.** Member Winkler seconded the motion. The Board approved the motion unanimously by roll call.

- Bridgett T. Redditt – Occupational Licensee

Based on staff's investigation and recommendation, Member Winkler moved that **the Board issue a Disciplinary Complaint against Bridgett T. Redditt, an occupational licensee, due to her issuance of a player's card to a SEP patron.**

Further, Member Winkler moved that **the Board revoke Bridgett T. Redditt's occupational license. Said action to take effect twenty-one (21) days from the date of service of the complaint unless the licensee files an Answer within that time period.** Member Sullivan seconded the motion. The Board approved the motion unanimously by roll call.

- Matthew Hingstrum – Occupational Licensee

Based on staff's investigation and recommendation, Member Gardner moved that **the Board issue a Disciplinary Complaint against Matthew Hingstrum, an occupational licensee, due to his scheme to cheat by not collecting an entrance fee for a poker tournament.**

Further, Member Gardner moved that **the Board revoke Matthew Hingstrum's occupational license. Said action to take effect twenty-one (21) days from the date of service of the complaint unless the licensee files an Answer within that time period.** Member Winkler seconded the motion. The Board approved the motion unanimously by roll call.

- Joseph Duncan – Occupational Licensee

Based on staff's investigation and recommendation, Member Moore moved that **the Board issue a Disciplinary Complaint against Joseph Duncan, an**

**occupational licensee, due to his scheme to cheat by not paying an entrance fee for a poker tournament.**

Further, Member Moore moved **that the Board revoke Joseph Duncan's occupational license. Said action to take effect twenty-one (21) days from the date of service of the complaint unless the licensee files an Answer within that time period.** Member Gardner seconded the motion. The Board approved the motion unanimously by roll call.

- Michael Johnson – Occupational Licensee

Based on staff's investigation and recommendation, Member Sullivan moved **that the Board issue a Disciplinary Complaint against Michael Johnson, an occupational licensee, due to his conviction of a crime of Moral Turpitude.**

Further, Member Sullivan moved **that the Board revoke Michael Johnson's occupational license. Said action to take effect twenty-one (21) days from the date of service of the complaint unless the licensee files an Answer within that time period.** Member Winkler seconded the motion. The Board approved the motion unanimously by roll call.

At 10:40 p.m. Member Winkler motioned to adjourn and Member Sullivan seconded the motion. All Members voted in favor of adjournment.

Respectfully submitted,

Mary C. Boruta  
Secretary to the Administrator